



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: NCPA Member Trade Delegation Authorization

MEETING DATE: April 5, 2000

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: That the City Council authorize the City Manager to execute the attached NCPA Member Trade Delegation document.

BACKGROUND INFORMATION: The Northern California Power Agency (NCPA) and its members have been working for some time to develop detailed Trade and Risk Management Policies, Procedures and Processes covering power purchases and sales. With the current market volatility, it is necessary to quickly respond to changes in the electric and natural gas marketplaces in order to minimize risk while enhancing opportunities to lower the City's price for bulk purchased power.

NCPA is currently authorized to schedule, purchase and sell resources on behalf of the City of Lodi along and other NCPA Power Pool members. This authorization is to affirm the City's intent to continue with the present arrangement as modified from time to time by the NCPA Risk Management Policies, Procedures and Processes document.

FUNDING: Non Applicable

Alan N. Vallow
Electric Utility Director

PREPARED BY: Jack Stone, Manager, Business Planning and Marketing

ANV/JS/lst

C: City Attorney
Finance Director

APPROVED: _____

H. Dixon Flynn - City Manager

NCPA Member Trade Delegation

NCPA has initiated implementation and development of Trade and Risk Management Policies, Procedures and Processes. To further control and limit risks associated with the power procurement process, City of Lodi (NCPA Member) authorizes and directs NCPA to enter into physical and financial electric power contracts with third party vendors associated with the purchases and sales of electric power in accordance with the NCPA Trade and Risk Management Policies, Procedures and Processes. This authorization and direction delegates to NCPA the ability to act on Members behalf without consultation or concurrence.

I, H. Dixon Flynn, attest that I have the authority to authorize and hereby authorize NCPA to act on City of Lodi (NCPA Member) behalf as described above. I warrant and represent that I have been delegated all requisite authority to act on behalf of, and to legally bind, through delegations to contract, the NCPA Member that employs me. A resolution or letter of representation regarding my authority has been filed with the Secretary of NCPA.

Signature: _____
Title: City Manager
Date: April 5, 2000

RESOLUTION NO. 2000-47

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING
THE CITY MANAGER TO EXECUTE THE NORTHERN
CALIFORNIA POWER AGENCY (NCPA) MEMBER TRADE
DELEGATION DOCUMENT ON BEHALF OF THE CITY OF LODI

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BE IT RESOLVED, by the City Council of the City of Lodi that the City Manager is hereby authorized to execute the Northern California Power Agency (NCPA) Member Trade Delegation Document on behalf of the City of Lodi.

Dated: April 5, 2000

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I hereby certify that Resolution No. 2000-47 was passed and adopted by the City Council of the City of Lodi in a regular meeting held April 5, 2000, by the following vote:

AYES: COUNCIL MEMBERS – Hitchcock, Land, Nakanishi, Pennino and Mann (Mayor)

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


JACQUELINE L. TAYLOR
Interim City Clerk